# COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

## **FISCAL NOTE**

<u>L.R. No.</u>: 4693-01 <u>Bill No.</u>: SB 888

Subject: Employees- Employers; Labor and Management

Type: Original

Date: February 15, 2010

Bill Summary: Bars employers from requiring employees to engage in or cease engaging

in certain labor practices.

# **FISCAL SUMMARY**

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND				
FUND AFFECTED	FY 2011	FY 2012	FY 2013	
			_	
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON OTHER STATE FUNDS				
FUND AFFECTED	FY 2011	FY 2012	FY 2013	
Total Estimated Net Effect on Other State Funds	\$0	\$0	\$0	

Numbers within parentheses: ( ) indicate costs or losses.

This fiscal note contains 4 pages.

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ESTIMATED NET EFFECT ON FEDERAL FUNDS				
FUND AFFECTED	FY 2011	FY 2012	FY 2013	
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)				
FUND AFFECTED	FY 2011	FY 2012	FY 2013	
Total Estimated Net Effect on FTE	0	0	0	

- ☐ Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).
- □ Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS				
FUND AFFECTED	FY 2011	FY 2012	FY 2013	
<b>Local Government</b>	\$0	\$0	\$0	

#### FISCAL ANALYSIS

#### **ASSUMPTION**

Officials at the **Office of Administration** assume this proposal prohibits the employer from requiring any employee to pay dues, fees, assessments, or other charges, to a labor organization. Currently, the Division of Personnel does not require employees to join a union, pay dues, or pay service fees. The Division of Personnel is responsible for maintaining the State of Missouri's twelve labor contracts, as well as assisting agencies with union related activities or inquiries. This includes ensuring agencies are complying with 105.510, RSMo. Therefore, this proposal would not change our current operations or affect our agency in other ways.

Officials at the Office of the State Public Defender, Missouri Department of Conservation, Department of Labor and Industrial Relations and the Missouri Department of Transportation assume that there is no fiscal impact from this proposal.

Officials at the **Office of the Attorney General (AGO)** assume this proposal gives AGO non-discretionary concurrent jurisdiction to prosecuting attorneys and the AGO to investigate complaints of violations, including class C misdemeanors and civil damages, and to use "all means at their command" to ensure effective enforcement. The number of any violations would be unknown. Therefore costs to AGO are unknown but could exceed \$100,000. If significant cases result from the proposal, AGO may seek an additional future appropriation to effectively enforce it.

Officials at the Office of Prosecution Services did not respond to **Oversight's** request for fiscal impact.

FISCAL IMPACT - State Government	FY 2011 (10 Mo.)	FY 2012	FY 2013
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
FISCAL IMPACT - Local Government	FY 2011 (10 Mo.)	FY 2012	FY 2013
	<u>\$0</u>	<u><b>\$0</b></u>	<u>\$0</u>

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## FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

#### FISCAL DESCRIPTION

Employers are barred from requiring employees to become or refrain from becoming a member of a labor organization or pay dues or other charges required of labor organization members as a condition of employment. Employers who do so commit a class C misdemeanor. Prosecuting attorneys and the Attorney General are charged with investigating complaints.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

# **SOURCES OF INFORMATION**

Office of Administration
Office of the State Public Defender
Office of the Attorney General
Missouri Department of Conservation
Department of Labor and Industrial Relations
Missouri Department of Transportation

### **Not Responding**

Office of Prosecution Services

Mickey Wilson, CPA

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Director

February 15, 2010